

117TH CONGRESS
1ST SESSION

H. R. 5381

To direct the Comptroller General of the United States to conduct a study on the front-loading of grant aid by institutions of higher education, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

SEPTEMBER 27, 2021

Mr. KIM of New Jersey (for himself and Mr. RODNEY DAVIS of Illinois) introduced the following bill; which was referred to the Committee on Education and Labor

A BILL

To direct the Comptroller General of the United States to conduct a study on the front-loading of grant aid by institutions of higher education, and for other purposes.

1 *Be it enacted by the Senate and House of Representa-*

2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. SHORT TITLE.**

4 This Act may be cited as the “Front-Loaded Aid

5 Transparency Act” or the “FLAT Act”.

1 **SEC. 2. STUDY AND REPORT ON FRONT-LOADING OF GRANT**

2 **AID BY INSTITUTIONS OF HIGHER EDUCATION.**

4 (a) STUDY.—The Comptroller General of the United
5 States shall conduct a study on the front-loading of institutional grant aid by covered institutions of higher education during the period beginning with fiscal year 2007
6 and ending with fiscal year 2020.

9 (b) ELEMENTS.—The study conducted under sub-section (a) shall include an assessment of the following:

11 (1) Any information known about the prevalence of front-loading by covered institutions and trends in how average grant aid for first-year undergraduate students compared to amounts for subsequent years of undergraduate study, including whether the covered institution is public, private non-profit, or for-profit.

18 (2) Potential reasons why an institution would reduce the amount of grant aid provided to individual students after their first year, and why, if at all, the magnitude of these reductions would be higher at some covered institutions.

23 (3) Any information known about how decreases in students' grant aid after their first year of undergraduate study affects subsequent enrollment.

1 ment intensity and student loan borrowing, retention,
2 transfer, and graduation rates.

3 (4) The extent to which covered institutions inform prospective students about how their aid packages are likely to change after their first year of
4 study.

5 (c) REPORT.—Not later than two years after the date
6 of the enactment of this Act, the Comptroller General shall
7 submit to the Committee on Health, Education, Labor,
8 and Pensions of the Senate and the Committee on Education and Labor of the House of Representatives a report
9 that includes—

10 (1) the results of the study conducted under
11 subsection (a); and

12 (2) recommendations for legislative action to
13 address the front-loading of institutional grant aid
14 by covered institutions.

15 **SEC. 3. DEFINITIONS.**

16 In this Act:

17 (1) COVERED INSTITUTION.—The term “covered institution” means an institution of higher education that—

18 (A) provides a four-year educational program; and

1 (B) participates in programs authorized
2 under title IV of the Higher Education Act of
3 1965 (20 U.S.C. 1070 et seq.).

4 (2) FRONT-LOADING.—The term “front load-
5 ing”, when used with respect to institutional grant
6 aid, means the practice by which a covered institu-
7 tion provides first-year students with a higher
8 amount or percentage of institutional grant aid than
9 the institution provides to second-year, third-year, or
10 fourth-year students.

11 (3) INSTITUTIONAL GRANT AID.—The term “in-
12 stitutional grant aid” means grant aid—

13 (A) provided to a student by a covered in-
14 stitution; and

15 (B) that is directly funded by such institu-
16 tion using funds from non-Federal sources.

